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**UNITED STATES BANKRUPTCY COURT
EASTERN DISTRICT OF CALIFORNIA, FRESNO DIVISION**

In re } Bankruptcy Case No. 10-15247
MICHAEL D. KANDARIAN, }
Debtors. }
CHASE HOME FINANCE LLC, and its }
successors and/or assignees, }
Movant, }
vs. }
MICHAEL D. KANDARIAN, Debtors, }
and JAMES EDWARD SALVEN, }
Trustee, }
Respondents. }

HEARING DATE:
DATE: JUNE 22, 2010
TIME: 1:30 PM
CTRM: 11

**CHASE HOME FINANCE'S MOTION FOR RELIEF FROM AUTOMATIC STAY ON
REAL PROPERTY (1638 EAST BRANDYWINE LANE, FRESNO, CA 93720);**
MEMORANDUM OF POINTS & AUTHORITIES & REQUEST FOR JUDICIAL NOTICE

**TO THE HONORABLE WHITNEY RIMEL, UNITED STATES BANKRUPTCY COURT
JUDGE, THE DEBTORS, THE DEBTORS' COUNSEL, THE TRUSTEE AND OTHER
INTERESTED PARTIES:**

CHASE HOME FINANCE LLC, and its successors and/or assignees (“CHASE HOME FINANCE”), hereby moves this Court for an order terminating the automatic stay of 11

1 U.S.C. §362 as to Movant in the above-entitled and numbered case so that Movant may commence
2 and continue acts necessary to enforce its security interest in real property commonly known as
3 1638 EAST BRANDYWINE LANE, FRESNO, CA 93720.

4 CHASE HOME FINANCE requests relief from stay in the above numbered Chapter
5 7 case because there is no equity in the Property to benefit the Debtors or the estate and Movant's
6 interest is not protected by an adequate equity cushion.

7 This Motion is based upon the attached Declaration and the Memorandum of Points
8 and Authorities attached hereto, as well as upon the documents filed in support of the Motion.

9 **MEMORANDUM OF POINTS AND AUTHORITIES**

10 **I.**

11 **INTRODUCTORY STATEMENT**

12 CHASE HOME FINANCE requests the Court to grant it relief from the automatic
13 stay because there is no equity in the Property to benefit the Debtors or the estate and Movant's
14 interest is not protected by an adequate equity cushion.

15 **II.**

16 **STATEMENT OF FACTS**

17 1. **The Secured Debt.** On or about April 16, 2008, MICHAEL D.
18 KANDARIAN made and delivered a Promissory Note in the original principal amount of
19 \$346,250.00, secured by a First Priority Deed of Trust on the Property commonly known as 1638
20 EAST BRANDYWINE LANE, FRESNO, CA 93720 ("Property"). True and correct copies of the
21 Note and Deed of Trust are attached as Exhibits "1" and "2," respectively.

22 2. **The Default Under The Note.** The Note and Deed of Trust are
23 contractually due for the June 1, 2009 payment. As a result of the default, CHASE HOME
24 FINANCE desires to record a Notice of Default and Election To Sell against the Property. The
25 total delinquency under the Note is set forth in detail on Exhibit "3" to the Motion.

26 3. **The Debtors' Interest In The Property.** The Debtors are the owners of
27 record of the Property.

28 4. **The Filing Of The Instant Petition.** On or about May 11, 2010, MICHAEL

D. KANDARIAN filed the instant Chapter 7 Petition as Case No. 10-15247.

5. **The Total Indebtedness Under The Note.** The total indebtedness owed to CHASE HOME FINANCE, exclusive of attorneys' fees, is as follows:

Principal Balance:	\$	341,892.70
Interest Accrued from to May 18, 2010	\$	21,076.75
Escrow Advance:	\$	7,154.82
Late Charges:	\$	1,126.51
Suspense Balance:	\$	1,992.89
TOTAL:	\$	373,243.67

6. **The Total Liens On The Property.** The Property is encumbered by the following liens:

	<u>SECURED CREDITOR</u>	<u>LIEN AMOUNT</u>
13	1. CHASE HOME FINANCE (1 st trust deed)	\$ 373,243.67
14	TOTAL	\$ 373,243.67

7. **The Value Of The Property.** By the Debtors' own admission, the Property has a fair market value of only \$291,500.00. Accordingly, there is no equity in the Property to benefit the Debtors or the estate. True and correct copies of the Debtors' Schedules A and D are attached hereto as Exhibit "4."

III.

**RELIEF FROM STAY SHOULD BE GRANTED UNDER
SECTION 362(d)(2) BECAUSE THERE IS NO
EQUITY IN THE PROPERTY, NOR REORGANIZATION IN EFFECT**

The evidence demonstrates that there is no equity in the Property. By the Debtors' own admission, the Property has a fair market value of \$291,500.00 while the total indebtedness on the Property is \$373,243.67. Based on the foregoing and the liquidation nature of this Chapter 7 proceeding, the stay should be terminated immediately. CHASE HOME FINANCE has satisfied its burden under Section 362(d)(2).

IV.

RELIEF FROM STAY SHOULD BE GRANTED UNDER
SECTION 362(d)(1) DUE TO THE LACK OF ADEQUATE PROTECTION FOR
MOVANT.

The evidence demonstrates that CHASE HOME FINANCE is not protected by an adequate protection cushion. By the Debtors' own admission, the Property has a fair market value of \$291,500.00 while the total amount owed to CHASE HOME FINANCE is \$373,243.67. Based on the foregoing, the stay should be terminated immediately. CHASE HOME FINANCE has satisfied its burden under Section 362(d)(1).

V.

REQUEST FOR JUDICIAL NOTICE.

Pursuant to Rule 201 of the Federal Rules of Evidence, as made applicable herein by Rule 9017 of the Federal Rules of Bankruptcy Procedure, CHASE HOME FINANCE requests that the Court take judicial notice of the following facts:

1. The Debtors contend that the Property has a fair market value of \$291,500.00.
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VI.

CONCLUSION.

For the foregoing reasons, and based upon the evidence set forth in this Motion, this Court should grant the relief from the automatic stay to allow CHASE HOME FINANCE to enforce its rights and remedies under its Note and Deed of Trust including a waiver of the 14-day stay provided by Rule 4001(a)(3) of the Federal Rules of Bankruptcy Procedure.

DATED: June 7, 2010

Respectfully Submitted,

MALCOLM ♦ CISNEROS, A Law Corporation

By: /s/ Erica T. Loftis
ERICA T. LOFTIS
Attorneys for Movant